

Schedule K

Cigarettes and "Roll-Your-Own" (RYO) Tobacco Products

Acquired from Non-Participating Manufacturers (NPM's)*

Issued under authority of P.A. 327 of 1993, as amended. Filing is mandatory.

Name of Licensee	▶ FEIN, TR or ME No.
Address (No., Street, City, State, ZIP)	▶ Return Period (Year/Month)
Contact Name	Telephone

Read the instructions on the back of this form before completing this schedule. File a separate schedule for each month you are reporting. Attach additional sheets if necessary.

PART I - CIGARETTES AND RYO TOBACCO ACQUIRED FROM NPM'S*						
Tobacco products purchased/acquired must also be reported on Schedule A or F. Use a separate line for each brand name.						
Invoice Date	Invoice Number	Non-Participating Manufacturer Name and Address	Brand Name	No. of Individual Cigarettes Acquired/Transferred within the State	Quantity of RYO Acquired/Transferred within the State	
					Pounds	Kilograms

PART II - RETURNS TO NPM'S OR TRANSFERS TO OTHER STATES*						
Returns or Transfers out of Michigan must also be reported on Schedule C (R) or C (T). Use a separate line for each brand name.						
Invoice Date	Invoice Number	Non-Participating Manufacturer Name and Address	Brand Name	No. of Individual Cigarettes Returned or Transferred to Another State	Quantity of RYO Returned or Transferred to Another State	
					Pounds	Kilograms

* See definition of Non-Participating Manufacturer (NPM) on the back of this form.

This form is for reporting purposes only. It is not used for the calculation of tax.
If you have questions, please call the Customer Contact Division, Tobacco Tax Unit at (517) 241-8180. Deaf, hearing or speech impaired persons call (517) 373-9419 (TDD).

Attach to your "Michigan Tobacco Products Tax Return" and mail to:
Michigan Department of Treasury
P.O. Box 77628
Detroit, MI 48277-0628

Instructions for Schedule K (Form 3669)

Please read these instructions carefully before completing Schedule K.

GENERAL INFORMATION

P.A. 244 of 1999 requires that manufacturer's of tobacco products who are not participating in the Master Settlement Agreement, who sell cigarettes, including "Roll-Your-Own" tobacco, within the state, either directly or through intermediaries, place funds into a qualified escrow account.

Sec. 1 (l) of Act 244 defines a tobacco product manufacturer as: "...an entity that after the date of enactment of this act directly (and not exclusively through an affiliate) meets 1 or more of the following:

- (i) Manufactures cigarettes anywhere that such manufacturer intends to be sold in the United States, including cigarettes intended to be sold in the United States through an importer (except where such importer is an original participating manufacturer that will be responsible for the payments under the master settlement agreement with respect to such cigarettes as a result of the provisions of subsection II (mm) of the master settlement agreement and that pays the taxes specified in subsection II (z) of the master settlement agreement, and provided that the manufacturer of such cigarettes does not market or advertise such cigarettes in the United States).
- (ii) Is the first purchaser anywhere for resale in the United States of cigarettes manufactured anywhere that the manufacturer does not intend to be sold in the United States.
- (iii) Becomes a successor of an entity described in subparagraph (i) or (ii)."

The definition of 'cigarette' includes "Roll-Your-Own" tobacco.

The amount to be deposited in escrow is based upon the specified rate per unit sold. 'Units sold' is measured by excise tax collected by the state on tobacco products manufactured by the Non-Participating Manufacturer (NPM).

P.A. 327 of 1993, the Tobacco Products Tax Act, requires that tax be remitted monthly for tobacco products sold by licensed Wholesalers and Unclassified Acquirers to customers within this state. Data relating to cigarettes and "Roll-Your-Own" tobacco manufactured by NPM's must be obtained from licensed Wholesalers and Unclassified Acquirers.

Sec. 7 (2) of Act 327 requires that monthly tax returns be accompanied by any information the department requires.

Licensed Wholesalers and Unclassified Acquirers are required to attach to each monthly tax return a completed Schedule K to report all cigarette and "Roll-Your-Own" tobacco acquired from NPM's during the month. The returns, with Schedule K attached, are to be filed on or before the 20th day of the month following the close of the reporting period.

Schedule K must be filed even if there were no cigarettes or "Roll-Your-Own" tobacco products acquired from NPM's during the reporting period.

PART 1

Cigarettes and RYO tobacco purchased/acquired must also be reported on Schedule A or F. File a separate schedule for each month.

Columns not specifically indicated here are self-explanatory. Attach additional sheets if necessary.

Brand Name

Complete a separate line for each brand name. If, however, the brand name comes in a variety of types, such as Kings, 100's, etc., it is not necessary to separate them.

Number of Cigarettes

Entries on all forms must be in individual cigarettes, not cases, cartons, or packs. (For example, report 120,000 cigarettes, not 10 cases, 600 cartons, or 6,000 packs.)

"Roll-Your-Own" Tobacco

Use the appropriate column to report either pounds or kilograms of RYO tobacco.

PART 2 - RETURNS AND TRANSFERS TO OTHER STATES

Returns to the manufacturer and transfers to other states must also be reported on schedule C (R) or C (T). File a separate schedule for each month.

Columns not specifically indicated here are self-explanatory. Attach additional sheets if necessary.

Brand Name

Complete a separate line for each brand name. If, however, the brand name comes in a variety of types, such as Kings, 100's, etc., it is not necessary to separate them.

Number of Cigarettes

Entries on all forms must be in individual cigarettes, not cases, cartons, or packs. (For example, report 120,000 cigarettes, not 10 cases, 600 cartons, or 6,000 packs.)

"Roll-Your-Own" Tobacco

Use the appropriate column to report either pounds or kilograms of RYO tobacco.

Please contact the department for a current list of Participating Manufacturers by calling 517-241-8180, e-mail Treas_TobaccoTaxes@michigan.gov or visiting www.naag.org.